

CITY OF GYPSUM, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2012

CITY OF GYPSUM, KANSAS
CITY OF THE THIRD CLASS
For the Year Ended December 31, 2012

Gary Bickel, Mayor

CITY COUNCIL

Pete Kendrick

Sandy Kruse

Jeff Armstrong

Brad Glessner

Dale Claussen

CITY OFFICERS

Debra Fowler, Clerk

Greg Bengston, Attorney

Judy Scanlan, Treasurer

CITY OF GYPSUM, KANSAS

For the Year Ended December 31, 2012

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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Gypsum, Kansas 67448

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Gypsum, a Municipal Financial Reporting Entity as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Gypsum to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Gypsum as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Gypsum as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2012 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, schedules of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2012 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 basic financial statement. The 2012 information has been subjected to the auditing procedures applied in the audit of the 2012 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2012 basic financial statement or to the 2012 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2012 basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2011 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 2 and 4 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2011 basic financial statement upon which we rendered an unqualified opinion dated June 20, 2012. The 2011 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 basic financial statement. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 basic financial statement or to the 2011 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 basic financial statement as a whole, on the basis of accounting described in Note 1.

SWINDOLL, JANZEN, HAWK & LLOYD, LLC

Certified Public Accountants

June 26, 2013

CITY OF GYPSUM, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASHRegulatory Basis

For the Year Ended December 31, 2012

	<u>Beginning Unencum- bered Cash Balance</u>	<u>Prior Year Cancelled Encumb- rances</u>	<u>Receipts</u>	<u>Expendi- tures</u>	<u>Ending Un- encumbered Cash Balance</u>	<u>Add: Encum- brances and Accounts Payable</u>	<u>Ending Cash Balance</u>
GENERAL FUND:							
General Fund	\$ 270,720	\$ 224	\$ 170,428	\$ 210,115	\$ 231,257	\$ 2,545	\$ 233,802
SPECIAL PURPOSE FUNDS:							
Library Fund	604	89	6,657	7,662	(312)	-	(312)
Employee Benefit Fund	469	-	17	486	-	-	-
Special Highway Fund	55,603	-	11,807	9,246	58,164	-	58,164
Street Lights Fund	345	-	10,680	743	10,282	-	10,282
Total Special Purpose Funds	57,021	89	29,161	18,137	68,134	-	68,134
BOND AND INTEREST FUND:							
Bond and Interest Fund	2,381	-	20	-	2,401	-	2,401
CAPITAL PROJECT FUNDS:							
Capital Improvement Fund	59,915	-	-	-	59,915	-	59,915
Equipment Reserve Fund	79,537	-	-	-	79,537	-	79,537
Total Capital Projects Funds	139,452	-	-	-	139,452	-	139,452
BUSINESS FUNDS:							
Water Utility Fund	248,189	-	48,182	14,304	282,067	507	282,574
Sewer Utility Fund	163,830	-	29,259	8,029	185,060	-	185,060
Solid Waste Fund	31,097	-	26,674	19,517	38,254	-	38,254
Ambulance Fund	13,947	-	3,280	316	16,911	-	16,911
Total Business Funds	457,063	-	107,395	42,166	522,292	507	522,799
RELATED MUNICIPAL ENTITY							
Library Board	17,158	-	13,880	17,347	13,691	-	13,691
Total Reporting Entity (Excluding Agency Funds)	\$ 943,795	\$ 313	\$ 320,884	\$ 287,765	\$ 977,227	\$ 3,052	\$ 980,279
COMPOSITION OF CASH:							
Petty Cash							\$ 100
Checking Account - Central National Bank							(181)
Checking Account - Citizens State Bank							345,833
Certificates of Deposit - Central National Bank							433,551
Certificates of Deposit - Citizens State Bank							189,419
Related Municipal Entity							13,691
Total Cash							982,413
Less Agency Funds per Schedule 3							(2,134)
Total Reporting Entity (Excluding Agency Funds)							\$ 980,279

CITY OF GYPSUM, KANSAS

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Gypsum is a municipal corporation governed by an elected mayor and elected five-member council. The regulatory financial statement presents the City of Gypsum, (the municipality), and its related municipal entity. The related municipal entity unit is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Library Board. The City of Gypsum, Kansas, Library Board operates the city's public library. Acquisition or disposition of real property by the board must be approved by the city. Bond issuances must also be approved by the city.

(b) Regulatory Basis Fund Types

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.)

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America (cont.)

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 2012.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year end.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The City did not account for all Special Highway revenue in the Special Highway Fund, which has been established for the repair and maintenance of streets and highways as required by K.S.A. 79-3425c. An adjustment was posted to correct this misstatement on the City's books.

The City did not pay interest on customers' utility deposits as required by K.S.A. 12-822.

A cash-basis violation occurred at December 31, 2012 in the Library Fund of \$312. A cash-basis violation is contrary to K.S.A. 10-1113.

The City did not obtain a signed security agreement from their designated depository institution as required by K.S.A. 9-1405.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City does not have investments at December 31, 2012.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2012.

At December 31, 2012, the City's carrying amount of deposits was \$982,313 and the bank balance was \$982,912. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the remaining \$482,912 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

5. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Other Employee Benefits

Vacation - Vacation leave, if not taken, shall not accrue from year to year. No vacation leave shall be taken until a new employee has completed one year of continuous service. Employees may use vacation leave in units of not less than one-half hour. Upon termination in good standing, employees shall be paid for all accrued vacation leave.

Each permanent full-time employee will accrue vacation leave as follows:

<u>Years of Service</u>	<u>Per Year</u>
After 1 year	40 working hours
After 2 years	80 working hours

Other employees shall not receive vacation leave.

Sick leave - All full-time employees shall be entitled to sick leave with pay for absences resulting from personal illness, injuries, accidents or other physical incapacities, occurring either on or off the job. Sick leave, if not taken, shall accrue to no more than 480 hours. In the event an employee reached the 480 hour maximum, the employee will be paid ½ their hourly wage for each hour in excess of 480 hours in the January pay period of the following year. Upon termination in good standing, employees shall receive payment of \$25 per day up to a maximum of 22 days of accumulated sick leave.

Amount of sick leave - Eligible employees shall earn eight hours of sick leave for each full month of service. Other employees shall not have paid sick leave.

6. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2011 to 2012 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material impact on the City.

7. SUBSEQUENT EVENTS

Management has evaluated the effects of the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

CITY OF GYPSUM, KANSAS
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2012

CITY OF GYPSUM, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**Regulatory Basis****(Budgeted Funds Only)****For the Year Ended December 31, 2012**

	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
GENERAL FUND:					
General Fund	\$ 416,442	\$ -	\$ 416,442	\$ 210,115	\$ (206,327)
SPECIAL PURPOSE FUNDS:					
Library Fund	9,813	-	9,813	7,662	(2,151)
Employee Benefit Fund	3,145	-	3,145	486	(2,659)
Special Highway Fund	67,942	-	67,942	9,246	(58,696)
Street Lights Fund	14,000	-	14,000	743	(13,257)
BOND AND INTEREST FUND:					
Bond and Interest Fund	3,268	-	3,268	-	(3,268)
BUSINESS FUNDS:					
Water Utility Fund	304,339	-	304,339	14,304	(290,035)
Sewer Utility Fund	174,873	-	174,873	8,029	(166,844)
Solid Waste Fund	61,625	-	61,625	19,517	(42,108)
Ambulance Fund	13,962	-	13,962	316	(13,646)

CITY OF GYPSUM, KANSAS

GENERAL FUNDGENERAL FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes -				
Ad valorem property tax	\$ 56,229	\$ 53,959	\$ 57,121	\$ (3,162)
Delinquent tax	1,628	2,225	500	1,725
Motor vehicle tax	9,206	8,454	12,248	(3,794)
Recreational vehicle tax	127	57	157	(100)
16/20M vehicle tax	16	54	19	35
Sales tax	54,838	55,993	54,000	1,993
City-County Highway	-	-	1,200	(1,200)
Total Taxes	122,044	120,742	125,245	(4,503)
Licenses and Permits -				
Utility franchise taxes	11,401	10,711	12,000	(1,289)
Dog licenses	595	-	1,000	(1,000)
Licenses and permits	135	635	200	435
Total Licenses and Permits	12,131	11,346	13,200	(1,854)
Fines, Forfeitures and Penalties -				
Police fines	-	98	2,000	(1,902)
Use of Money and Property -				
Interest income	7,326	11,940	10,000	1,940
Other Income -				
Rental income	650	575	-	575
Municipal court	340	344	-	344
Library	-	675	-	675
Gifts and donations	-	2,000	-	2,000
Reimbursed expenditures	-	18,218	-	18,218
Sale of property	11,989	-	-	-
Grants	-	2,350	-	2,350
Transfer from Bond and Interest Fund	-	-	3,268	(3,268)
Prior year purchase orders cancelled	-	224	-	224
Miscellaneous	6,861	2,140	8,000	(5,860)
Total Other Income	19,840	26,526	11,268	15,258
Total Receipts	161,341	170,652	\$ 161,713	\$ 8,939

CITY OF GYPSUM, KANSAS

GENERAL FUNDGENERAL FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Expenditures				
General Administration -				
Personal services	\$ 67,135	\$ 47,149	\$ 65,000	\$ (17,851)
Contracted services	50,538	77,145	75,000	2,145
Commodities	14,273	8,833	12,000	(3,167)
Capital outlay	-	17,820	175,842	(158,022)
Transfer to Capital Improvement Fund	-	-	5,000	(5,000)
Transfer to Equipment Reserve Fund	-	-	15,000	(15,000)
Audit	8,061	-	8,500	(8,500)
Total General Administration	140,007	150,947	356,342	(205,395)
Governing Body -				
Personal services	-	3,994	-	3,994
Contracted services	-	25	-	25
Total Governing Body	-	4,019	-	4,019
Public Safety -				
Personal services	810	-	1,500	(1,500)
Contracted services	3,571	1,989	1,000	989
Commodities	4,958	639	9,000	(8,361)
Patrol service	13,175	5,600	9,600	(4,000)
Total Public Safety	22,514	8,228	21,100	(12,872)
Library	-	-	1,000	(1,000)
Municipal Court	-	728	-	728
Ambulance	-	279	-	279
Inspections	-	222	-	222
Parks	-	-	5,000	(5,000)
Streets	-	37,164	30,000	7,164
Street lights	-	8,528	3,000	5,528
Total Expenditures	162,521	210,115	\$ 416,442	\$ (206,327)
Receipts Over (Under) Expenditures	(1,180)	(39,463)		
Unencumbered Cash, Beginning	271,900	270,720		
Unencumbered Cash, Ending	\$ 270,720	\$ 231,257		

CITY OF GYPSUM, KANSAS

SPECIAL PURPOSE FUNDSLIBRARY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
Ad valorem tax	\$ 5,411	\$ 5,384	\$ 5,700	\$ (316)
Delinquent tax	199	215	1,500	(1,285)
Motor vehicle tax	1,048	813	1,178	(365)
Recreational vehicle tax	14	5	15	(10)
16/20 vehicle tax	2	5	2	3
Prior year purchase order cancelled	-	89	-	89
Reimbursements	464	234	-	234
Total Receipts	7,136	6,746	\$ 8,395	\$ (1,649)
Expenditures				
Library board	6,673	5,472	\$ 9,313	\$ (3,841)
Payroll withholdings	924	2,190	500	1,690
Total Expenditures	7,597	7,662	\$ 9,813	\$ (2,151)
Receipts Over (Under) Expenditures	(461)	(916)		
Unencumbered Cash, Beginning	1,065	604		
Unencumbered Cash, Ending	\$ 604	\$ (312)		

CITY OF GYPSUM, KANSAS

SPECIAL PURPOSE FUNDSEMPLOYEE BENEFIT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
Delinquent tax	\$ 294	\$ 17	\$ 1,000	\$ (983)
Motor vehicle tax	1,616	-	-	-
Recreational vehicle tax	22	-	-	-
16/20 vehicle tax	2	-	-	-
Total Receipts	1,934	17	\$ 1,000	\$ (983)
Expenditures				
FICA and medicare	1,020	486	\$ 3,145	\$ (2,659)
KPERS	761	-	-	-
Unemployment	48	-	-	-
Total Expenditures	1,829	486	\$ 3,145	\$ (2,659)
Receipts Over (Under) Expenditures	105	(469)		
Unencumbered Cash, Beginning	364	469		
Unencumbered Cash, Ending	\$ 469	\$ -		

CITY OF GYPSUM, KANSAS

SPECIAL PURPOSE FUNDSPECIAL HIGHWAY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
State of Kansas - fuel tax	\$ 10,556	\$ 10,532	\$ 10,910	\$ 378
City-County Highway	1,221	1,154	1,120	(34)
Other	271	121	1,000	879
Total Receipts	12,047	11,807	\$ 13,030	\$ 1,223
Expenditures				
Contractual services	-	1,065	\$ -	\$ 1,065
Commodities	3,406	1,632	67,942	(66,310)
Capital outlay	-	6,549	-	6,549
Total Expenditures	3,406	9,246	\$ 67,942	\$ (58,696)
Receipts Over (Under) Expenditures	8,641	2,561		
Unencumbered Cash, Beginning	46,962	55,603		
Unencumbered Cash, Ending	\$ 55,603	\$ 58,164		

CITY OF GYPSUM, KANSAS

SPECIAL PURPOSE FUNDSTREET LIGHTS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
Ad valorem tax	\$ 7,023	\$ 9,317	\$ 9,864	\$ (547)
Delinquent tax	265	293	1,000	(707)
Motor vehicle tax	1,358	1,056	1,530	(474)
Recreational vehicle tax	19	7	20	(13)
16/20 vehicle tax	2	7	2	5
Total Receipts	8,668	10,680	\$ 12,416	\$ (1,736)
Expenditures				
Contractual services	9,012	743	\$ 14,000	\$ (13,257)
Receipts Over (Under) Expenditures	(344)	9,937		
Unencumbered Cash, Beginning	689	345		
Unencumbered Cash, Ending	\$ 345	\$ 10,282		

CITY OF GYPSUM, KANSAS

BOND AND INTEREST FUNDBOND AND INTEREST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>2011 Actual</u>	<u>2012</u>		<u>Variance - Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Delinquent tax	\$ 113	\$ 20	\$ 500	\$ (480)
Expenditures	-	-	\$ 3,268	\$ (3,268)
Receipts Over (Under) Expenditures	113	20		
Unencumbered Cash, Beginning	<u>2,268</u>	<u>2,381</u>		
Unencumbered Cash, Ending	<u>\$ 2,381</u>	<u>\$ 2,401</u>		

CITY OF GYPSUM, KANSAS

CAPITAL PROJECT FUNDCAPITAL IMPROVEMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>2011 Actual</u>	<u>2012 Actual</u>
Receipts	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>59,915</u>	<u>59,915</u>
Unencumbered Cash, Ending	<u>\$ 59,915</u>	<u>\$ 59,915</u>

CITY OF GYPSUM, KANSAS

CAPITAL PROJECT FUNDEQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>2011 Actual</u>	<u>2012 Actual</u>
Receipts	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>79,537</u>	<u>79,537</u>
Unencumbered Cash, Ending	<u>\$ 79,537</u>	<u>\$ 79,537</u>

CITY OF GYPSUM, KANSAS

BUSINESS FUNDWATER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		<u>2012</u>		
	<u>2011</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
User fees	\$ 48,897	\$ 47,837	\$ 55,000	\$ (7,163)
Meter deposits	-	345	1,000	(655)
Total Receipts	<u>48,897</u>	<u>48,182</u>	<u>\$ 56,000</u>	<u>\$ (7,818)</u>
Expenditures				
Personal services	-	6,159	\$ -	\$ 6,159
Contractual services	10,080	4,934	5,000	(66)
Commodities	4,022	2,636	5,000	(2,364)
Capital outlay	-	575	291,339	(290,764)
Sales tax and water protection fee	1,210	-	2,000	(2,000)
Meter deposits	215	-	1,000	(1,000)
Other	220	-	-	-
Total Expenditures	<u>15,747</u>	<u>14,304</u>	<u>\$ 304,339</u>	<u>\$ (290,035)</u>
Receipts Over (Under) Expenditures	33,150	33,878		
Unencumbered Cash, Beginning	<u>215,039</u>	<u>248,189</u>		
Unencumbered Cash, Ending	<u>\$ 248,189</u>	<u>\$ 282,067</u>		

CITY OF GYPSUM, KANSAS

BUSINESS FUNDSEWER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
Receipts				
Tax	\$ 228	\$ -	\$ -	\$ -
Delinquent tax	-	100	-	100
Insurance proceeds	10,891	-	-	-
Charges for services	29,634	29,159	32,000	(2,841)
Total Receipts	40,753	29,259	32,000	(2,741)
Expenditures				
Personal services	-	4,292	\$ -	\$ 4,292
Contractual services	3,477	3,309	17,000	(13,691)
Commodities	1,319	177	-	177
Capital outlay	-	251	157,873	(157,622)
Total Expenditures	4,796	8,029	174,873	(166,844)
Receipts Over (Under) Expenditures	35,957	21,230		
Unencumbered Cash, Beginning	127,873	163,830		
Unencumbered Cash, Ending	\$ 163,830	\$ 185,060		

CITY OF GYPSUM, KANSAS

BUSINESS FUNDSOLID WASTE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		<u>2012</u>		
	<u>2011</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Charges for services	\$ 27,130	\$ 26,674	\$ 30,000	\$ (3,326)
Expenditures				
Contractual services	21,658	19,517	\$ 61,625	\$ (42,108)
Receipts Over (Under) Expenditures	5,472	7,157		
Unencumbered Cash, Beginning	25,625	31,097		
Unencumbered Cash, Ending	\$ 31,097	\$ 38,254		

CITY OF GYPSUM, KANSAS

BUSINESS FUNDAMBULANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		<u>2012</u>		
	<u>2011 Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance - Over (Under)</u>
Receipts				
Donations	\$ -	\$ 1,650	\$ 500	\$ 1,150
Miscellaneous	-	1,630	-	1,630
Eureka Township	1,500	-	2,000	(2,000)
Gypsum Township	<u>950</u>	<u>-</u>	<u>1,000</u>	<u>(1,000)</u>
Total Receipts	<u>2,450</u>	<u>3,280</u>	<u>\$ 3,500</u>	<u>\$ (220)</u>
Expenditures				
Contractual services	-	316	\$ 5,000	\$ (4,684)
Commodities	83	-	1,000	(1,000)
Capital outlay	<u>1,882</u>	<u>-</u>	<u>7,962</u>	<u>(7,962)</u>
Total Expenditures	<u>1,965</u>	<u>316</u>	<u>\$ 13,962</u>	<u>\$ (13,646)</u>
Receipts Over (Under) Expenditures	485	2,964		
Unencumbered Cash, Beginning	<u>13,462</u>	<u>13,947</u>		
Unencumbered Cash, Ending	<u>\$ 13,947</u>	<u>\$ 16,911</u>		

CITY OF GYPSUM, KANSAS

AGENCY FUND

PAYROLL CLEARING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2012

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Payroll Clearing Fund	\$ -	\$ 79,409	\$ 77,275	\$ 2,134

CITY OF GYPSUM, KANSAS

RELATED MUNICIPAL ENTITYLIBRARY BOARDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>2011 Actual</u>	<u>2012 Actual</u>
Receipts		
City of Gypsum	\$ 6,682	\$ 5,739
S.C.K.L.S.	3,630	4,085
State of Kansas	199	172
Grants	5,380	3,250
Miscellaneous	<u>459</u>	<u>634</u>
Total Receipts	<u>16,350</u>	<u>13,880</u>
Expenditures		
Personal Services	7,760	8,034
Books and magazines	366	535
Meetings and travel	14	203
Phone and internet	972	1,196
Postage	18	36
Miscellaneous	1,405	546
Facilities Grant	-	6,453
Supplies	642	53
Insurance	<u>320</u>	<u>291</u>
Total Expenditures	<u>11,497</u>	<u>17,347</u>
Receipts Over (Under) Expenditures	4,853	(3,467)
Unencumbered Cash, Beginning	<u>12,305</u>	<u>17,158</u>
Unencumbered Cash, Ending	<u>\$ 17,158</u>	<u>\$ 13,691</u>